eBOR 5/19/19: NB 3/15/93 Plee 5/19/9:

By: Oh. Reedom

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S.J.R. No. 19

SUPPLY JOINT RESOLUTION

proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Article VIII, Section 13, of the Texas Constitution is amended to read as follows:

Sec. 13. (a) Provision shall be made by the [first] Legislature for the [speedy] sale[7-without-the-necessity-of-a-suit in--Court7] of a sufficient portion of all lands and other property for the taxes due thereon that[7-and-every-year-thereafter-for--the sale--in-like-manner-of-all-lands-and-other-property-upon-which-the taxes] have not been timely paid.

- (b) The[;-and-the] deed of conveyance to the purchaser for all lands and other property thus sold shall be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment [be-impeached only] for actual fraud.
- (c) The [7-provided7-that-the] former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes shall within two years from date of the filing for record of the Purchaser's Deed have the right to redeem the property [tand] on the following basis:
- 23 (1) Within the first year of the redemption period,
 24 upon the payment of the amount of money paid for the property

3-9-93 3-15-93 5-19-93

- [tand], including the [One-(\$1-00)-Bollar] Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 25 [twenty-five--(25%)] percent of the aggregate total; and
- (2) Within the last year of the redemption period,

 upon the payment of the amount of money paid for the property

 [land], including the [One-(\$1.00)-Bollar] Tax Deed Recording Fee

 and all taxes, penalties, interest, and costs paid plus an amount

 not exceeding 50 [fifty-(50%)] percent of the aggregate total.
- (d) If the property is sold pursuant to a suit to enforce the collection of the unpaid taxes, the Legislature may limit the application of Subsection (c) of this section to property used as a residence homestead when the suit was filed and to land designated for agricultural use when the suit was filed.
- 15 (e) The former owner of real property not covered by
 16 Subsection (c) of this section sold for unpaid taxes shall within
 17 six months from the date of filing for record of the Purchaser's
 18 Deed have the right to redeem the property upon the payment of the
 19 amount of money paid for the property, including the Tax Deed
 20 Recording Fee and all taxes, penalties, interest, and costs paid
 21 plus an amount not exceeding 25 percent of the aggregate total.
- SECTION 2. The following temporary provision is added to the Texas Constitution:
- 24 <u>TEMPORARY PROVISION. (a) This temporary provision applies</u>
 25 <u>to the constitutional amendment proposed by S. J.R. No. 19, 73rd</u>
 26 <u>Legislature, Regular Session, 1993, and expires January 1, 1997.</u>
- (b) The amendment to Article VIII, Section 13, of this

constitution takes effect January 1, 1994.

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- (c) The amendment applies to redemption of real property sold at a tax sale for which the purchaser's deed is filed for record on or after the effective date of this amendment.

 Redemption of real property sold at a tax sale for which the purchaser's deed is filed for record before the effective date of this amendment is covered by the former law, and the former law is continued in effect for this purpose.
- 9 SECTION 3. This proposed constitutional amendment shall be 10 submitted to the voters at an election to be held November 2, 1993. 11 The ballot shall be printed to provide for voting for or against 12 the proposition: "The constitutional amendment to modify the 13 provisions for the redemption of real property sold at a tax sale."

Ellis, Leedom read

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64 65 66 S.J.R. No. 19

Absent

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(In the Senate - Filed February 15, 1993; February 16, 1993, first time and referred to Committee on Jurisprudence; March 9, 1993, reported favorably by the following vote: Yeas 6, Nays 0; March 9, 1993, sent to printer.)

COMMITTEE VOTE

PNV Yea Nay___ 7 Henderson x 8 Harris of Tarrant 9 x Brown х 10 Harris of Dallas 11 X Luna 12 Parker 13

SENATE JOINT RESOLUTION

proposing a constitutional amendment to modify the provisions the redemption of real property sold at a tax sale.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

VIII, the Texas of Section 13, SECTION 1. Article Constitution is amended to read as follows:

Provision shall be made by the [first] Sec. 13. (a) Legislature for the [speedy] sale[7-without-the-necessity-of-a-suit in-Court, of a sufficient portion of all lands and other property for the taxes due thereon that [7-and-every-year-thereafter-for-the sale-in-like-manner-of-all-lands-and-other-property-upon-which--the

taxes] have not been timely paid.

(b) The[7-and-the] deed of conveyance to the purchaser for all lands and other property thus sold shall be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment [be-impeached]

only for actual fraud.

- (c) The[7--provided7--that--the] former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes shall within two years from date of the filing for record of the Purchaser's Deed have the right to redeem the property [land] on the following basis:
- (1) Within the first year of the redemption period. upon the payment of the amount of money paid for the property [land], including the [One-(\$1.00)-Dollar] Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 25 [twenty-five--(25%)] percent of the aggregate total; and
- (2) Within the last year of the redemption period, upon the payment of the amount of money paid for the property [land], including the [One-(\$1-00)-Dollar] Tax Deed Recording Fee

[tand], including the [One-(\$1-00)-Botler] Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 50 [fifty-(50%)] percent of the aggregate total.

(d) If the property is sold pursuant to a suit to enforce the collection of the unpaid taxes, the Legislature may limit the application of Subsection (c) of this section to property used as a residence homestead when the suit was filed and to land designated for agricultural use when the suit was filed.

(e) The former owner of real property not covered by Subsection (c) of this section sold for unpaid taxes shall within six months from the date of filing for record of the Purchaser's Deed have the right to redeem the property upon the payment of the

Deed have the right to redeem the property upon the payment of the amount of money paid for the property, including the Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 25 percent of the aggregate total.

SECTION 2. The following temporary provision is added to the

Texas Constitution:

This temporary provision applies TEMPORARY PROVISION. (a) to the constitutional amendment proposed by ____J.R. No._____, 7.
Legislature, Regular Session, 1993, and expires January 1, 1997.

(b) The amendment to Article VIII, Section 13, of the section 14, of th

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constitution takes effect January 1, 1994.

(c) The amendment applies to redemption of real property sold at a tax sale for which the purchaser's deed is filed for record on or after the effective date of this amendment. Redemption of real property sold at a tax sale for which the purchaser's deed is filed for record before the effective date of this amendment is covered by the former law, and the former law is continued in effect for this purpose.

SECTION 3. This proposed constitutional amendment shall be
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        SECTION 3. This proposed constitutional amendment shall be submitted to the voters at an election to be held November 2, 1993. The ballot shall be printed to provide for voting for or against the proposition: "The constitutional amendment to modify the
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        provisions for the redemption of real property sold at a tax sale."
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                                                   * * * * *
14
                                                                 Austin, Texas
15
                                                                 March 9, 1993
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        Hon. Bob Bullock
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        President of the Senate
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        Sir:
        We, your Committee on Jurisprudence to which was referred S.J.R.
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        No. 19, have had the same under consideration, and I am instructed
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         to report it back to the Senate with the recommendation that it do
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        pass and be printed.
                                                                  Henderson, Chairman
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                                                   WITNESSES
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                                                                               FOR
                                                                                        AGAINST ON
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         Name: Janis Evarhart
         Representing: City of Dallas
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         City: Dallas
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         Name: Larry Casto
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         Representing: City of Dallas City: Dallas
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         City: Dallas
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36
         Name: Susan Horton
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         Representing: Tx Municipal League
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         City: Austin
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         Name: Jim Box
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         Representing: Mischer Corp-GHBA
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         City: Houston
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         Name: Natasha Harmon
         Representing: Tx Community Development Asso
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         City: Austin
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         Name: Karla Taylor
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         Representing: Houston
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         City: City of Houston
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         Name: Joan Douglas
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         Representing: Čity of Houston City: Houston
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FAVORABLE SENATE COMMITTEE REPORT ON

HB

SB

Paper clip the original and one copy of this signed form to the original bill Retain one copy of this form for Committee files

	(date	<u>; </u>			
We, your Committee onJUF	RISPRUDENCE		_ , to which was	referred the atta	ached measure,
have on 3-9-93	, had the s	ame unde	r consideration	and I am instruc	ted to report it
(date of hearing) back with the recommendation (s) that	 				-
do pass and be printed					
() do pass and be ordered not printed					
() and is recommended for placement	on the Local and Unc	contested	Bills Calendar.		
A fiscal note was requested.	() yes () no				
A revised fiscal note was requested.	() yes () no				
An actuarial analysis was requested.	() yes () no				
Considered by subcommittee.	() yes () no				
The measure was reported from Commi	·	vote:			
		YEA	NAY	ABSENT	PNV
Senator Don Henderson, Chair		-			
Senator Chris Harris, Vice-Chair					
Senator J. E. "Buster" Brown					
Senator O. H. "Ike" Harris					
Senator Greg Luna					<u> </u>
Senator Carl Parker					·
Senator Royce West					
TOTAL VOTES		7_	-	1	<u> </u>
		0			·
	COMMITTE	E ACTIO	N		
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S260 Coxsidered in public hearing S270 Testimony taken			. /	$^{\prime}$ $^{\prime}$	
12 To Testimony taken		1 1			
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COMMITTEE CLERK OC	CHA	IRMAN		T	

LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

February 22, 1993

TO:

Honorable Don Henderson, Chair

Committee on Jurisprudence

Senate Chamber Austin, Texas

IN RE: Senate Joint Resolution No. 19

By: Ellis

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19 (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

No fiscal implication to the State or units of local government is anticipated other than the cost of publication.

The cost of publication of the resolution to the State is \$60,000.

Source: Comptroller of Public Accounts;

LBB Staff: JO, JWH, EC, WJR, LC

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1993 MAR 17 PM 3:58

HOUSE OF REPRESENTATIVES

copy of 512 19 which was received from the Senate on 3.1693, and received to the Committee on Musical Musical

By: Ellis, Leedom (Eckels)

S.J.R. No. 19

SENATE JOINT RESOLUTION

proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Article VIII, Section 13, of the Texas Constitution is amended to read as follows:

Sec. 13. (a) Provision shall be made by the [first] Legislature for the [speedy] sale[7-without-the-necessity-of-a-suit in-Court7] of a sufficient portion of all lands and other property for the taxes due thereon that[7-and-every-year-thereafter-for-the sale-in-like-manner-of-all-lands-and-other-property-upon-which--the taxes] have not been timely paid.

- (b) The[;--and--the] deed of conveyance to the purchaser for all lands and other property thus sold shall be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment [be-impeached only] for actual fraud.
- (c) The[7--provided7--that--the] former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes shall within two years from date of the filing for record of the Purchaser's Deed have the right to redeem the property [land] on the following basis:
- (1) Within the first year of the redemption period.

 upon the payment of the amount of money paid for the property

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- and all taxes, penalties, interest, and costs paid plus an amount
- not exceeding 25 [twenty-five--(25%)] percent of the aggregate
- 4 total; and
- 5 (2) Within the last year of the redemption period,
- 6 upon the payment of the amount of money paid for the property
- 7 [land], including the [One-(\$1:00)-Bollar] Tax Deed Recording Fee
- 8 and all taxes, penalties, interest, and costs paid plus an amount
- 9 not exceeding 50 [fifty-(50%)] percent of the aggregate total.
- (d) If the property is sold pursuant to a suit to enforce
- 11 the collection of the unpaid taxes, the Legislature may limit the
- application of Subsection (c) of this section to property used as a
- 13 residence homestead when the suit was filed and to land designated
- 14 for agricultural use when the suit was filed.
- (e) The former owner of real property not covered by
- 16 Subsection (c) of this section sold for unpaid taxes shall within
- 17 six months from the date of filing for record of the Purchaser's
- 18 Deed have the right to redeem the property upon the payment of the
- 19 amount of money paid for the property, including the Tax Deed
- 20 Recording Fee and all taxes, penalties, interest, and costs paid
- 21 plus an amount not exceeding 25 percent of the aggregate total.
- 22 SECTION 2. The following temporary provision is added to the
- 23 Texas Constitution:
- 24 TEMPORARY PROVISION. (a) This temporary provision applies
- to the constitutional amendment proposed by ____J.R. No.____, 73rd

S.J.R. No. 19

- 1 Legislature, Regular Session, 1993, and expires January 1, 1997.
- 2 (b) The amendment to Article VIII, Section 13, of this 3 constitution takes effect January 1, 1994.
- (c) The amendment applies to redemption of real property

 sold at a tax sale for which the purchaser's deed is filed for

 record on or after the effective date of this amendment.

 Redemption of real property sold at a tax sale for which the

 purchaser's deed is filed for record before the effective date of

 this amendment is covered by the former law, and the former law is

 continued in effect for this purpose.
 - SECTION 3. This proposed constitutional amendment shall be submitted to the voters at an election to be held November 2, 1993. The ballot shall be printed to provide for voting for or against the proposition: "The constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale."

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LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

February 22, 1993

TO:

Honorable Don Henderson, Chair

IN RE: Senate Joint Resolution No. 19

Committee on Jurisprudence

By: Ellis

Senate Chamber Austin, Texas

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19 (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

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The cost of publication of the resolution to the State is \$60,000.

Source: Comptroller of Public Accounts;

LBB Staff: JO, JWH, EC, WJR, LC

HOUSE COMMITTEE REPORT

1st Printing

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muuse of representatives

By: Ellis, Leedom (Eckels)

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S.J.R. No. 19

SENATE JOINT RESO	יוני	1.	TOM
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- proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale.
- 3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- SECTION 1. Article VIII, Section 13, of the Texas
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 - Sec. 13. (a) Provision shall be made by the [first] Legislature for the [speedy] sale[7-without-the-necessity-of-a-suit in-Court7] of a sufficient portion of all lands and other property for the taxes due thereon that[7-and-every-year-thereafter-for-the sale-in-like-manner-of-all-lands-and-other-property-upon-which--the taxes] have not been timely paid.
 - (b) The[7--and--the] deed of conveyance to the purchaser for all lands and other property thus sold shall be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment [be-impeached only] for actual fraud.
 - (c) The[7--provided7--that--the] former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes shall within two years from date of the filing for record of the Purchaser's Deed have the right to redeem the property [land] on the following basis:
- 23 (1) Within the first year of the redemption period.
 24 upon the payment of the amount of money paid for the property

- [$\frac{1}{2}$], including $\frac{1}{2}$ [$\frac{1}{2}$] Tax Deed Recording Fee
- and all taxes, penalties, interest, and costs paid plus an amount
- 3 not exceeding 25 [twenty-five--(25%)] percent of the aggregate
- 4 total; and
- (2) Within the last year of the redemption period.

 6 upon the payment of the amount of money paid for the property

 7 [land], including the [One-(\$1:00)-Dollar] Tax Deed Recording Fee

 8 and all taxes, penalties, interest, and costs paid plus an amount
- 9 not exceeding 50 [fifty-(50%)] percent of the aggregate total.
- (d) If the property is sold pursuant to a suit to enforce
- the collection of the unpaid taxes, the Legislature may limit the
- application of Subsection (c) of this section to property used as a
- 13 residence homestead when the suit was filed and to land designated
- 14 for agricultural use when the suit was filed.
- (e) The former owner of real property not covered by
- Subsection (c) of this section sold for unpaid taxes shall within
- 17 six months from the date of filing for record of the Purchaser's
- Deed have the right to redeem the property upon the payment of the
- amount of money paid for the property, including the Tax Deed
- 20 Recording Fee and all taxes, penalties, interest, and costs paid
- 21 plus an amount not exceeding 25 percent of the aggregate total.
- 22 SECTION 2. The following temporary provision is added to the
- 23 Texas Constitution:
- TEMPORARY PROVISION. (a) This temporary provision applies
- to the constitutional amendment proposed by ___J.R. No.____, 73rd

S.J.R. No. 19

- Legislature, Regular Session, 1993, and expires January 1, 1997. 1
- (b) The amendment to Article VIII, Section 13, of this 2 constitution takes effect January 1, 1994. 3
- (c) The amendment applies to redemption of real property 4 sold at a tax sale for which the purchaser's deed is filed for 5 record on or after the effective date of this amendment. 6 Redemption of real property sold at a tax sale for which the 7 purchaser's deed is filed for record before the effective date of 8 this amendment is covered by the former law, and the former law is 9 continued in effect for this purpose.

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SECTION 3. This proposed constitutional amendment shall submitted to the voters at an election to be held November 2, 1993. ballot shall be printed to provide for voting for or against The proposition: "The constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale."

COMMITTEE REPORT

The Honorable Pete Laney Speaker of the House of Representatives

Sir:

4-5-93 (date)

We, your COMMITTEE ON WAY to whom was referred	~	have had the	same under conside	ration and beg to report
back with the recommendation that	at it			
(X) do pass, without amendment() do pass, with amendment(s).() do pass and be not printed; a		tee Substitute is recomn	nended in lieu of the o	riginal measure.
A fiscal note was requested. (X)	yes () no	An author's fiscal	statement was reques	sted. () yes (🔨) no
A criminal justice policy impact sta	itement was reques	ted. () yes ('x') no		,
An equalized educational funding	impact statement w	as requested. () yes	(X) no	
An actuarial impact statement was	requested. () ye	es (X.) no		
A water development policy impac	t statement was red	quested. () yes (💢	no	
() The Committee recommends	that this measure b	e sent to the Committee	e on Local and Consei	nt Calendars.
House Sponsor of Senate Measur	e Eckels		_	
The measure was reported from C		llowing vote:		
		-		
	AYE	NAY	PNV	ABSENT
Craddick, Ch.	Х			
Alexander, V.C.				X
Berlanga				X
Haggerty	X			
Heflin	X			
Horn	K			
Moreno	X			
Oliveira	*			
Uher		χ		
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Total O ay	зу	CHAIRMAN	De siender C	
<i>i</i> i	resent, not voting			

BILL ANALYSIS

BACKGROUND INFORMATION

Article VIII, Texas Constitution, provides for taxation and revenue. Article VIII, Section 13, Texas Constitution, imposes the sales of lands and other property for taxes as well as the redemption thereof, and currently prescribes a full two-year period for the right of redemption with regard to any type of real property, residential, commercial, or other. The right of redemption comes into being after the occurrence of several events: a taxing authority takes a judgement in a delinquent tax suit; the court orders the property to be sold in order to foreclose on the government's lien; the purchaser at the subsequent tax sale takes good and perfect title to the property, subject only to the former owner's right of redemption; and the purchaser's deed is filed for record. This last event commences the running of the two-year period during which the former owner is allowed to come forward to reclaim his property. This is accomplished by tendering to the purchaser the amount the purchaser paid at the tax sale, a \$1.00 Tax Deed Recording Fee, and a penalty of 25% if the attempt to exercise the right of redemption is made within the first year of the prescribed period, or a penalty of 50% if the attempt is made within the second year. If no one bids upon a piece of property then the taxing unit becomes the legal owner of the property, holding it in trust for all taxing units that participated in the suit, subject only to the former owner's right of redemption.

PURPOSE

This joint resolution proposes to reduce the redemption period for all real property, except for residence homesteads and land designated for agricultural use, from two years to six months.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Article VIII, Section 13, Texas Constitution, to provide the following: authorizes the Legislature to provide for the sale of property for which taxes are due and have not been timely paid; deletes the figure of \$1.00 as the designated fee for a Tax Deed Recording Fee; and authorizes the Legislature to limit the applicability of the two-year redemption period to residence homesteads and land designated for agricultural use, making all other property subject to a six-month redemption period.

SECTION 2. Temporary provision providing for an effective date of January 1, 1994, and specifying that real property sold at a tax sale for which the purchaser's deed is filed for record on or after the effective date of this amendment will be covered by the proposed law. Redemption of real property sold at a tax sale for which the purchaser's deed is filed for record before the effective date of the amendment is covered by the former law, and the former law is continued in effect for this purpose.

SECTION 3. Election date: November 2, 1993; the ballot shall be printed to provide for voting for or against the proposition: "The constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale."

RULEMAKING AUTHORITY

It is the committee's opinion that this joint resolution does not delegate any new rulemaking authority to any state officer, agency, department, or institution.

SUMMARY OF COMMITTEE ACTION

Public notice was posted in accordance to the rules and a public hearing was held on April 5, 1993. Representative Eckels explained the bill. Joan Douglas testified in favor of the bill. The committee received no public testimony either on or against the bill. By a record vote of 6 ayes, 1 nay, 0 present not voting, and 4 absent, the committee voted to report S.J.R. 19 to the House without amendment with the recommendation that it do pass.

LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

March 19, 1993

TO:

Honorable Tom Craddick, Chair

Committee on Ways and Means

House of Representatives

Austin, Texas

IN RE: Senate Joint Resolution

No. 19, as engrossed

By: Ellis

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19, as engrossed (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

No fiscal implication to the State or units of local government is anticipated other than the cost of publication.

The cost of publication of the resolution to the State is \$60,000.

Source: LBB Staff: JO, JWH, DF, OC

LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

February 22, 1993

TO:

Honorable Don Henderson, Chair

IN RE: Senate Joint Resolution No. 19

Committee on Jurisprudence

By: Ellis

Senate Chamber Austin, Texas

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19 (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

No fiscal implication to the State or units of local government is anticipated other than the cost of publication.

The cost of publication of the resolution to the State is \$60,000.

Source: Comptroller of Public Accounts;

LBB Staff: JO, JWH, EC, WJR, LC

Amendment No.

By Eckels

ABQ 5/19/93 Dec 5/2/3

Amend S.J.R. 19 to read as follows:

(1) On line 11, after the word "been", strike the word "timely".

ADOPTED

MAY 17 1993

Chief Clerk House of Representatives

> House Am.#1 5-19-93

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Enrolled May 19,1993

Takey Baw
Enrolling Clerk

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S.J.R. No. 19

SENATE JOINT RESOLUTION

- proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale.
- 3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
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 - Sec. 13. (a) Provision shall be made by the [first] Legislature for the [speedy] sale[7-without-the-necessity-of-a-suit in-Court7] of a sufficient portion of all lands and other property for the taxes due thereon that[7-and-every-year-thereafter-for-the sale-in-like-manner-of-all-lands-and-other-property-upon-which--the taxes] have not been paid.
 - (b) The[;--and--the] deed of conveyance to the purchaser for all lands and other property thus sold shall be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment [be-impeached only] for actual fraud.
 - (c) The[7--provided7--that--the] former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes shall within two years from date of the filing for record of the Purchaser's Deed have the right to redeem the property [land] on the following basis:
- 23 (1) Within the first year of the redemption period.

 24 upon the payment of the amount of money paid for the property

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[\frac{\tand}{and}], including the [\text{One-(\frac{\tand}{\tand})-Dollar]} Tax Deed Recording Fee

and all taxes, penalties, interest, and costs paid plus an amount

not exceeding 25 [twenty-five--(25%)] percent of the aggregate

total; and

- (2) Within the last year of the redemption period, upon the payment of the amount of money paid for the property [land], including the [One-(\$1-00)-Bollar] Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 50 [fifty-(50%)] percent of the aggregate total.
- (d) If the property is sold pursuant to a suit to enforce the collection of the unpaid taxes, the Legislature may limit the application of Subsection (c) of this section to property used as a residence homestead when the suit was filed and to land designated for agricultural use when the suit was filed.
- (e) The former owner of real property not covered by Subsection (c) of this section sold for unpaid taxes shall within six months from the date of filing for record of the Purchaser's Deed have the right to redeem the property upon the payment of the amount of money paid for the property, including the Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 25 percent of the aggregate total.
- SECTION 2. The following temporary provision is added to the Texas Constitution:
- 24 <u>TEMPORARY PROVISION. (a) This temporary provision applies</u> 25 to the constitutional amendment proposed by S.J.R. No. 19, 73rd

S.J.R. No. 19

1 Legislature, Regular Session, 1993, and expires January 1, 1997.

- 2 (b) The amendment to Article VIII, Section 13, of this 3 constitution takes effect January 1, 1994.
- (c) The amendment applies to redemption of real property

 sold at a tax sale for which the purchaser's deed is filed for

 record on or after the effective date of this amendment.

 Redemption of real property sold at a tax sale for which the

 purchaser's deed is filed for record before the effective date of

 this amendment is covered by the former law, and the former law is

 continued in effect for this purpose.
- 11 SECTION 3. This proposed constitutional amendment shall be 12 submitted to the voters at an election to be held November 2, 1993. 13 The ballot shall be printed to provide for voting for or against 14 the proposition: "The constitutional amendment to modify the 15 provisions for the redemption of real property sold at a tax sale."

S.J.R. No. 19

President of the Senate

Speaker of the House

I hereby certify that S.J.R. No. 19 was adopted by the Senate on March 15, 1993, by the following vote: Yeas 28, Nays 2; and that the Senate concurred in House amendment on May 19, 1993, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.J.R. No. 19 was adopted, with amendment, by the House on May 17, 1993, by the following vote: Yeas 118, Nays 10, two present not voting.

Chief Clerk of the House

LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

March 19, 1993

TO: Honorable Tom Craddick, Chair

Committee on Ways and Means

House of Representatives

Austin, Texas

IN RE: Senate Joint Resolution

No. 19, as engrossed

By: Ellis

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19, as engrossed (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

No fiscal implication to the State or units of local government is anticipated other than the cost of publication.

The cost of publication of the resolution to the State is \$60,000.

Source: LBB Staff: JO, JWH, DF, OC

LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE 73rd Regular Session

February 22, 1993

TO:

Honorable Don Henderson, Chair

Committee on Jurisprudence Senate Chamber

IN RE: Senate Joint Resolution No. 19

By: Ellis

Austin, Texas

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on Senate Joint Resolution No. 19 (proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale) this office has determined the following:

No fiscal implication to the State or units of local government is anticipated other than the cost of publication.

The cost of publication of the resolution to the State is \$60,000.

Source: Comptroller of Public Accounts;

LBB Staff: JO, JWH, EC, WJR, LC

Bel

	-
President of the Senate	Speaker of the House
I hereby certify that S.J.R.	No. 19 was adopted by the
Senate on <u>March 15, 1993</u> , by	the following vote: Yeas $\frac{28}{}$,
Nays 2 ; and that the Senate on May 19, 1993, by the falls	concurred in House amendment
on May 19, 1993, by the falls	wing vote: Year 31, Nays O.
I hereby certify that S.J.R. House on May 17, 1993, by Nays 10, two puseut not veta	Secretary of the Senate with an and ment, No. 19 was adopted by the the following vote: Yeas 118,

Chief Clerk of the House

BILL ANALYSIS

Senate Research Center

S.J.R. 19 By: Ellis Jurisprudence 3-5-93 As Filed

BACKGROUND

Current law prescribes a two-year period for the right of redemption with regard to any type of real property, residential, commercial, or other. This "right of redemption" comes into being after the occurrence of several events: a taxing authority makes a judgment on a delinquent tax suit; the court orders the property to be sold in order to foreclose on the government's lien; the purchaser at the subsequent tax sale takes good and perfect title to the property, subject to the former owner's "right of redemption"; and the purchaser's deed is filed for record. This last event commences the running of the two-year period during which the former owner is allowed to come forward to reclaim property. The former owner can only accomplish this, however, by tendering to the purchaser the amount the purchaser paid at the tax sale, plus a penalty of 25 percent if the attempt to exercise the right of redemption is made within the first year of the prescribed period, or a penalty of 50 percent if the attempt is made in the second year.

If no one bids on a piece of property at the tax foreclosure sale, the officer conducting the sale conveys the property to the particular taxing unit which had acted as the plaintiff in the delinquent tax suit. That taxing unit then becomes the legal owner of the property, holding it in trust for all taxing units that participated in the suit, subject only to the former owner's right of redemption.

PURPOSE

As proposed, S.J.R. 19 requires the submission to the voters of a constitutional amendment to reduce the redemption period from two years to six months on all property, except for residence homesteads and land designated for agricultural use.

RULEMAKING AUTHORITY

It is the committee's opinion that this bill does not grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Article VIII, Section 13, Texas Constitution, as follows:

Sec. 13. (a) Requires the legislature to provide for sale of a sufficient portion of all lands and other property for the taxes due thereon that have not been timely paid.

- (b) Requires the deed of conveyance to the purchaser for all lands and other property thus sold to be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment for actual fraud.
- (c) Requires the former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes within two years from the date of filing for record of the Purchaser's Deed to have the right to redeem the property if certain conditions are met. Makes conforming changes.
- (d) Authorizes the legislature, if the property is sold pursuant to a suit to enforce the collection of unpaid taxes, to limit the application of Subsection (c) of this section to property used as a residence homestead when the suit was filed and to land designated for agricultural use when the suit was filed.

(e) Requires the former owner of real property not covered by Subsection (c) sold for unpaid taxes within six months from the date of filing for record of the Purchaser's Deed to have the right to redeem property upon the payment of the amount of money paid for the property, including the Tax Deed Recording Fee and all taxes, penalties, interest, and costs paid plus an amount not exceeding 25 percent of the aggregate total.

SECTION 2. Adds the following temporary provision to the Texas Constitution:

TEMPORARY PROVISION. (a) Makes this temporary provision applicable to the constitutional amendment proposed by _.J.R. ____, 73rd Legislature, Regular Session, 1993, and expires January 1, 1993.

- (b) Provides that the amendment to Article VIII, Section 13, Texas Constitution, takes effect January 1, 1994.
- (c) Makes application of this amendment prospective.

SECTION 3. Requires this proposed constitutional amendment to be submitted to the voters on November 2, 1993. Sets forth the required language for the ballot.

BILL ANALYSIS

Senate Research Center

S.J.R. 19 By: Ellis Jurisprudence 6-25-93 Enrolled

BACKGROUND

Current law prescribes a two-year period for the right of redemption with regard to any type of real property, residential, commercial, or other. This "right of redemption" comes into being after the occurrence of several events: a taxing authority makes a judgment on a delinquent tax suit; the court orders the property to be sold in order to foreclose on the government's lien; the purchaser at the subsequent tax sale takes good and perfect title to the property, subject to the former owner's "right of redemption"; and the purchaser's deed is filed for record. This last event commences the running of the two-year period during which the former owner is allowed to come forward to reclaim property. The former owner can only accomplish this, however, by tendering to the purchaser the amount the purchaser paid at the tax sale, plus a penalty of 25 percent if the attempt to exercise the right of redemption is made within the first year of the prescribed period, or a penalty of 50 percent if the attempt is made in the second year.

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 - (b) Requires the deed of conveyance to the purchaser for all lands and other property thus sold to be held to vest a good and perfect title in the purchaser thereof, subject only to redemption as provided by this section or impeachment for actual fraud.
 - (c) Requires the former owner of a residence homestead sold for unpaid taxes and the former owner of land designated for agricultural use sold for unpaid taxes within two years from the date of filing for record of the Purchaser's Deed to have the right to redeem the property if certain conditions are met. Makes conforming changes.
 - (d) Authorizes the legislature, if the property is sold pursuant to a suit to enforce the collection of unpaid taxes, to limit the application of Subsection (c) of this section to property used as a residence homestead when the suit was filed and to land designated for agricultural use when the suit was filed.

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SECTION 2. Adds the following temporary provision to the Texas Constitution:

TEMPORARY PROVISION. (a) Makes this temporary provision applicable to the constitutional amendment proposed by S.J.R. 19, 73rd Legislature, Regular Session, 1993, and expires January 1, 1993.

- (b) Provides that the amendment to Article VIII, Section 13, Texas Constitution, takes effect January 1, 1994.
- (c) Makes application of this amendment prospective.

SECTION 3. Requires this proposed constitutional amendment to be submitted to the voters on November 2, 1993. Sets forth the required language for the ballot.

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Ву	Jelen	<u> </u>

SENATE JOINT RESOLUTION

proposing a constitutional amendment to modify the provisions for the redemption of real property sold at a tax sale.

2-15-93	Filed with the Secretary of the Senate
FEB 6 1993	Read and referred to Committee onJURISPRUDENCE
3-9-93	Reported favorably
	Reported adversely, with favorable Committee Substitute; Committee Substitute read first time.
	Ordered not printed
MAD I = 1000	Laid before the Senate
MAR 1 5 1993	Senate and Constitutional Rules to permit consideration suspended by:
MAR 5 1993	Read second time,, and ordered engrossed by:
M-2 - 1993	
MAR 5 1993	Caption ordered amended to conform to the body of the bill.
MAR 5 1993	Senate and Constitutional 3 Day Rule suspended by a vote of <u>28</u> yeas, <u>2</u> nays. Read third time,, and passed by: <u>28</u> yeas, <u>2</u> nays
	Read third time,, and passed by: yeas, nays
	Better Lang
	SECRETARY OF THE SENATE
OTHER ACTION:	MAY 6 1993
	Motion to postpone further consideration of Nountil
h	prevailed by a non-record vote, MAY 5 1993
16r.15,1993	Engrossed Motion to postpone further consideration of 572 No. 79 until Hus-
March 16, 1993	Sent to House prevailed by a non-record vote.
	prevailed by a non-vectora vote.
a	LATAL (TOUL)
Engrossing Clerk MAR 1 6 1993	Received from the Segate
MAR 1 7 1993	Read first time and referred to Committee on Way H Naws
APR 0 5 1993	Reported favorably amended, sent to Printer 10:00 APR 0 7 1993
APR 8 1993	Printed and Distributed 8:41Am
APR 8 1993	Sent to Committee on Calendars 10: 1745
MAY 1 7 1993	Read Second time (amended) and finally adopted failed adoption-by Record Vote of 18 yeas, 10 nays 2 present not voting.
	Read third time (amended) and finally adopted
MAY 1 7 1993	failed adoption by Record Vote of yeas, nays present not voting. Caption ordered amended to conform to body of bill.
MAY 1 7 1993	Returned to Senate.
	Technica to Schille.
	B. A.
,	- Setty Munray
	CHIEF CLERK OF THE HOUSE
MAY 1.7 1000	Returned from House without amendment.
MAY 1 7 1993 MAY 1 9 1993	Returned from House with amendments.
	Concurred in House amendments by a viva voce vote
MAY 1 2 1993	

prevailed by a non-record vote.

	Refused to concur in House amendments and requested the appointment of a Conference Committee to adjust the differences.				
	Senate conferees instructed.		•		
	Senate conferees appointed:	, Chairman;			
	, and				
		onferees appointed:			
	Conference Committee Report read and	I filed with the Secretary of the Senate.			
	Conference Committee Report adopted on the part of the House by:				
		a viva voce vote yeas, nays			
	Conference Committee Report adopted	on the part of the Senate by:			
		a viva voce vote yeas, nays			
OTHER ACTION:					
	Recommitted to Conference Committee	e			
	Conferees discharged.				
	Conference Committee Report failed o	f adoption by:			
		a viva voce vote			

93 APR -8 AM 8: 41
,10USE OF REPRESENTATIVES

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